

Message Text

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PAGE 01 LA PAZ 04341 181956Z

67

ACTION ARA-20

INFO OCT-01 ADP-00 AID-20 CIAE-00 COME-00 EB-11 FRB-02

INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 CIEP-02

LAB-06 SIL-01 OMB-01 NSC-10 SS-15 STR-08 CEA-02 L-03

IGA-02 RSR-01 /135 W

----- 120440

R 181904Z JUL 73

FM AMEMBASSY LA PAZ

TO SECSTATE WASHDC 474

LIMITED OFFICIAL USE LA PAZ 4341

E.O. 11652: N/A

TAGS: EFIN BL

SUBJ: PROPOSED IDB LOAN TO YPFB

1. ACCORDING TO ALBORNOZ, LOCAL IDB REPRESENTATIVE, USG HAS TAKEN POSITION DURING DISCUSSIONS IDB \$37 MILLION LOAN TO YPFB THAT GOB SHOULD AGREE TO CANCEL OR SUSPEND COLLECTIONS OF 20 PERCENT EXPORT TAX FROM YPFB IN ORDER PROVIDE SUFFICIENT CASH-FLOW TO YPFB IN CONNECTION WITH LOAN NOW TO BE MADE FROM ORDINARY CAPITAL.

2. WE UNDERSTAND THAT BY DECREE DATED JUNE 7 (WHICH WE HAVE NOT SEEN) YPFB 20 PERCENT TAX LIABILITY FOR 1973 WAS REDUCED FROM ABOUT \$B 145 MILLION TO ABOUT \$B 70 MILLION BY REDUCING EXPORT TAX BASE.

3. WE DOUBT USG WOULD BE SUGGESTING TO IDB THAT YPFB TAX LIABILITY BE REDUCED OR REDUCED FURTHER FROM LEVEL SET IN JUNE 7 DECREE. WE DOUBT USG, AS MATTER OF PRINCIPLE, WOULD SUGGEST STATE ENTERPRISE SHOULD BE LET OUT OF TAX LIABILITY THAT PRIVATE SECTOR EXPECTED TO SHOULDER ESPECIALLY WHEN GOB EXPERIENCING SERIOUS REVENUE SHORTAGE THAT COULD UPSET ITS STABILIZATION PROGRAM.

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4. ALSO ACCORDING ALBORNOZ, SUB-SECRETARY MINENERGY ZAMORA NOW
IN WASHINGTON AND PREPARED ACCEPT LOAN FROM ORDINARY CAPITAL
WITH SPECIAL 20 PERCENT TAX APPLIED IN ACCORDANCE JUNE 7
DECREE.

5. REQUEST REPORT ON CURRENT STATUS CONSIDERATION THIS LOAN.
SIRACUSA

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 18 JUL 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973LAPAZ04341
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: LA PAZ
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730726/aaaaaszi.tel
Line Count: 68
Locator: TEXT ON-LINE
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 15 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <15-Jan-2002 by martinjw>; APPROVED <05-Feb-2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PROPOSED IDB LOAN TO YPFB
TAGS: EFIN, BL
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005